

REQUEST FOR COUNCIL ACTION

MEETING 41 10-06-03
DATE:

AGENDA SECTION: CONSENT AGENDA		ORIGINATING DEPT: PUBLIC WORKS	ITEM NO. D-14
ITEM	CHANGE ORDER #2 /GILLIG BUS ORDER / FTA PROJECT # MN-03-0081, MN-90-X166	PREPARED BY: A KNAUER <i>AK</i>	

The City has a purchase agreement with Gillig Corporation for 6 buses to be delivered in February 2004. During the pre-build telephone conference some items were identified that staff is recommending be added to the order. The first item is to add an additional camera to the front of the bus aimed towards the street. Other transit operations have found the forward mounted camera is useful in accident analysis. The cost of this feature is \$450 per bus. In addition Safety Vision (the camera subcontractor) has agreed to upgrade the camera system from the last order including an additional playback station at no cost. Staff is also recommending purchase of extended warranty for 5 years and 300,000 miles on the engines at a cost of \$2,000 per bus. The current warranty is for 3 years or 100,000 miles. The cost of one engine replacement is estimated at \$18,000. The Federal Transit Administration (FTA) does not participate in the cost of extended warranties.

Change order #2 adds \$2,450 to the unit cost of each bus. The final unit price with Change Order #2 amounts to \$278,460. Adequate federal funds have been approved for 80% of the project cost (less the extended warranty). The City has the local funds in reserve for the local 20% plus the extended warranty.

Following is a recap of the project costs and funding with the change order #2.

Six Buses	\$1,656,060	
Plus Cameras	2,700	
Plus Extended Warranty	<u>12,000</u>	
Total	\$1,670,760	
FTA	\$1,327,008	(80% excluding warranty)
Local	<u>343,752</u>	(20% plus warranty)
Total	\$1,670,760	

REQUESTED COUNCIL ACTION

Adopt the prepared resolution approving Change Order # 2 in the amount of \$14,700 or \$2,450 per bus with Gillig Corporation for the purchase of six buses; units 230 through 235.

COUNCIL ACTION: Motion by: _____ Second by: _____ to: _____

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